

24 FEB 1978

MEMORANDUM FOR: Chief, Plans and Programs Staff, OL
FROM:
Chief, Procurement Management Staff, OL
SUBJECT: S 2525

Bob:

1. My general observation of Title IV is that it is pretty good and, unless I have missed something, we can function within its parameters.

2. One section does cause me some concern and that is Section 421(a)(1). This paragraph appears to require specific approval of the DNI and the D/OMB, as well as a report to Congress of any transfer of funds between CIA and other agencies. If our interpretation is correct, these stringent constraints will inhibit transfer of funds and contravene the intent of the Economy Act of 1932 which sought economy in Federal Government Procurement through mutual assistance between agencies.

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